



City of Grand Island

Tuesday, August 23, 2016

Council Session

Item G-6

#2016-194 - Approving Supply and Delivery of Pebble Lime for the Platte Generating Station 2016 - 2018

Staff Contact: Tim Luchsinger, Stacy Nonhof

Council Agenda Memo

From: Timothy G. Luchsinger, Utilities Director
Stacy Nonhof, Assistant City Attorney

Meeting: August 23, 2016

Subject: Supply and Delivery of Pebble Lime to the Platte
Generating Station 2016-2018

Presenter(s): Timothy G. Luchsinger, Utilities Director

Background

The Mercury and Air Toxics Standard regulation compliance at Platte Generating Station was commissioned in 2014. The spray dry absorber system is used to inject a lime slurry injection into the boiler exhaust gas to remove acid gases from the flue gas. The gas leaving the spray dry absorber system will flow to a baghouse for particulate removal and a booster fan follows the baghouse to return the flue gas to the existing stack. Pebble Lime is used to produce the required lime slurry. The pebble lime material must meet design specifications in order to produce a lime slurry that allows the plant to meet performance guarantees on this new system. Plant staff developed a request for proposals for the purchase of Pebble Lime from suppliers of this material. A Request for Proposals is used as there are variations in pebble lime materials provided by the various vendors.

Discussion

The request for proposal for the Supply and Delivery of Pebble Lime for Platte Generating Station was publically advertised in accordance with the City's Purchasing Code. Proposals from the following firms were received on July 21, 2016:

Company

Mississippi Lime, St. Louis, MO
Pete Lien & Sons, Inc., Rapid City, SD
Lhoist North America, Denver, CO

The department evaluated proposals primarily on the basis of cost and suitability of the product in meeting the system requirements and specifications. Additional review considerations included quality control, company experience, strength of production supply chain, proposal responsiveness, transportation provisions, availability of technical support, commercial terms and flexibility in procurement quantities.

Pete Lien & Sons was determined to be the lowest total cost and best overall proposal that satisfied all requirements of the Request for Proposal specifications. A copy of the confidential bid tabulations will be supplied to Council under separate cover.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council award the Proposal for the Supply and Delivery of Pebble Lime for 2016-2018 to Pete Lien & Sons, Inc., Rapid City, South Dakota.

Sample Motion

Move to approve the proposal from Pete Lien & Sons, Inc, Rapid City, South Dakota, for the Supply and Delivery of Pebble Lime 2016-2018 to the Platte Generating Station.



Stacy Nonhof, Purchasing Agent

*Working Together for a
Better Tomorrow, Today*

**REQUEST FOR PROPOSAL
FOR
PLATTE GENERATING STATION
SUPPLY AND DELIVERY OF PEBBLE LIME 2016-2018**

RFP DUE DATE: July 21, 2016 at 4:00 p.m.
DEPARTMENT: Utilities
PUBLICATION DATE: June 19, 2016
NO. POTENTIAL BIDDERS: 7

SUMMARY OF PROPOSALS RECEIVED

Mississippi Line
St. Louis, MO

Lhoist North America
Ste. Genevieve, MO

Pete Lien & Sons, Inc.
Rapid City, SD

cc: Tim Luchsinger, Utilities Director
Marlan Ferguson, City Administrator
Stacy Nonhof, Purchasing Agent
Darrell Dorsey, PGS Plant Superintendent

Pat Gericke, Utilities Admin. Assist.
Renae Griffiths, Finance Director
Karen Nagel, Utilities Secretary

P1894

RESOLUTION 2016-194

WHEREAS, the City of Grand Island invited proposals for the Supply and Delivery of Pebble Lime to the Platte Generating Station, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on July 21, 2016, proposals were received, opened and reviewed; and

WHEREAS, Pete Lien & Sons, Inc., of Rapid City, South Dakota, submitted a proposal in accordance with the terms of the advertisement of the proposal and plans and specifications and all other statutory requirements contained therein.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the proposal from Pete Lien & Sons of Rapid City, South Dakota, for the Supply and Delivery of Pebble Lime for the Platte Generating Station is hereby approved.

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Adopted by the City Council of the City of Grand Island, Nebraska, August 23, 2016.

Jeremy L. Jensen, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☒ _____
August 19, 2016	☒ City Attorney